

2003 CT23 Corporations Tax and Annual Return

 For taxation years commencing
 after September 30, 2001


Corporations Tax Act - Ministry of Finance (MOF)

Corporations Information Act - Ministry of Consumer and Business Services (MCBS)

The Annual Return (common page 1 and MCBS Schedule A on pages 22 and 23, and Schedule K on page 24) contains non-tax information collected under the authority of the *Corporations Information Act* for the purpose of maintaining a public database of corporate information. This return must be completed by Ontario share-capital corporations or Foreign-Business share-capital corporations that have an extra-provincial licence to operate in Ontario.

This return is a combination of the Ministry of Finance (MOF) CT23 Corporations Tax Return and the Ministry of Consumer and Business Services (MCBS) Annual Return. Page 1 is a common page required for both returns. For tax purposes, depending on which criteria the corporation satisfies, it must complete either the **Exempt from Filing (EFF)** declaration on page 2 or file the CT23 Return on pages 3-17, together with the applicable schedules on pages 18-21. Corporations that **do not** meet the EFF criteria but **do** meet the Short-Form criteria, may request and file the CT23 Short-Form Return (see page 2).

 MCBS Annual Return Required? (Not required if already filed or Annual Return exempt. Refer to Guide) ☒ Yes ☐ No **Page 1 of 24**

Corporation's Legal Name (Including punctuation) Wasaga Distribution Inc.				Ontario Corporations Tax Account No. (MOF) 7046024	
Mailing address 950 River Road West City: Wasaga Beach Province: ON Country: Postal code: L0L 2P0				This CT23 Return covers the Taxation Year Start: 2003/01/01 End: 2003/12/31	
Has the mailing address changed since last filed CT23 Return? <input type="checkbox"/> Yes <input type="checkbox"/> No Date of change: _____				Date of Incorporation or Amalgamation 2000/05/11	
Registered/Head Office Address 950 River Road West City: Wasaga Beach Province: ON Country: Postal code: L0L 2P0				Ontario Corporation No. 1409425 (MCBS)	
Location of Books and Records 950 River Road West City: Wasaga Beach Province: ON Country: Postal code: L0L 2P0				Canada Customs and Revenue Agency Business No. 868731649RC0001	
Name of person to contact regarding this CT23 Return Michael Lalonde		Telephone No. (705) 429-2517	Fax No. () -	Jurisdiction incorporated Ontario	
Address of Principal Office in Ontario (Extra-Provincial Corporations only) (MCBS) City: Province: Country: Postal code:				If not incorporated in Ontario, indicate the date Ontario business activity commenced and ceased: Commenced: 2000/11/01 Ceased: <input type="checkbox"/> Not Applicable	
Former Corporation Name (Extra-Provincial Corporations only) <input type="checkbox"/> Not applicable (MCBS)				Preferred Language / Langue de préférence <input checked="" type="checkbox"/> English anglais <input type="checkbox"/> French français	
Information on Directors/Officers/Administrators must be completed on MCBS Schedule A or K as appropriate. If additional space is required for Schedule A, only this schedule may be photocopied. State number submitted (MCBS). No. of Schedule(s): 0				Ministry Use	
If there is no change to the Directors/Officers/Administrators' information previously submitted to MCBS, please check <input checked="" type="checkbox"/> this box. Schedule(s) A and K are not required (MCBS). <input checked="" type="checkbox"/> No Change					
Certification (MCBS) I certify that all information set out in the Annual Return is true, correct and complete. Name of Authorized Person Michael Lalonde Title: <input type="checkbox"/> Director <input type="checkbox"/> Officer <input type="checkbox"/> Other individual having knowledge of the affairs of the Corporation Note: Sections 13 and 14 of the Corporations Information Act provide penalties for making false or misleading statements or omissions.					

Taxation Year End

**Exempt From Filing (EFF)
Corporations Tax Return Declaration**

Page 2 of 24

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)
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I, _____ declare that:

The above corporation satisfies all of the exempt from filing criteria (a) through (f) below for the taxation year and therefore qualifies under the *Corporations Tax Act* as exempt from filing an Ontario Corporations Tax Return.

Criteria for exempt from filing status:

- | | |
|--|---|
| <p>a) has filed a federal income tax return (T2) with Canada Customs and Revenue Agency for the taxation year;</p> <p>b) had no Ontario taxable income for the taxation year (subject to the provisions in NOTE 2 below);</p> <p>c) had no Ontario Corporations Tax payable for the taxation year;</p> | <p>d) was a Canadian-controlled private corporation throughout the taxation year (i.e. generally a private corporation with 50% or more shares owned by Canadian residents as defined by the <i>Income Tax Act</i> (Canada));</p> <p>e) had provided its Canada Customs and Revenue Agency business number to the Ministry of Finance, Corporations Tax Branch; and</p> <p>f) is NOT subject to the Corporate Minimum Tax (i.e. alone or as part of an associated group whose total assets exceed \$5 million or whose total revenues exceed \$10 million for the taxation year).</p> |
|--|---|

Signature	Title/Relationship to Corporation	Telephone number () -	Date
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Please note that making a false statement to avoid compliance with the *Corporations Tax Act* is an offence which can result in a penalty and/or fine.

NOTE 1: Filing of this declaration and the Annual Return does not constitute the filing of a Corporations Tax Return under section 75 of the *Corporations Tax Act*.

NOTE 2: The following loss situations will require otherwise EFF corporations to file a CT23 tax return complete with all related schedules and financial statements:

- If a corporation has a loss in the current taxation year that is to be carried back and applied to a previous taxation year(s), regardless of whether the loss is the same as for federal purposes or not, a CT23 tax return is required for the current taxation year. The corporation must also provide information indicating that the loss is to be carried back and specify the year and the amount of loss to be carried back to each taxation year.
- If a corporation has a prior year loss, that is not the same for both federal and Ontario purposes and the corporation is applying a loss carryforward from the prior year to the current year, a CT23 tax return is required for the current taxation year, and if not previously filed, a CT23 tax return for the prior taxation year in which the loss was incurred is also required. Although a tax return for the loss year is not required where the loss is not being applied, the Corporations Tax Branch will accept the filing of a tax return for a loss year at the time the loss is incurred.
- If a corporation has a prior year loss, that is the same for both federal and Ontario purposes, but in the current taxation year the corporation is applying a different amount of loss for Ontario than the loss amount being applied for federal income tax purposes, the corporation is required to file a CT23 tax return for the current taxation year only.

The following 3 items **MUST** be completed if the EFF declaration only is being submitted at this time. In cases where the annual return, which includes page 1, is also being filed, completion of these fields is NOT necessary.

1. Corporation's Mailing Address

City	Province	Country	Postal code
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2. Ontario Corporation No. (MCBS)

3. Canada Customs and Revenue Agency Business No.

A corporation must file an Exempt From Filing Corporations Tax Return Declaration form for each taxation year that the corporation is exempt from filing, within 6 months after the end of its taxation year, to the address shown at the top of Page 1.

If you check "Yes" to ALL of the following criteria, you are eligible to file the CT23 Short-Form Corporation Tax Return. To obtain a copy, contact the Ministry Information Centre at the numbers listed on page 2 of the Guide.

Yes	No		Yes	No	
<input checked="" type="checkbox"/>	<input type="checkbox"/>	(a) The corporation is a Canadian-controlled private corporation (CCPC) throughout the taxation year. (nearest whole percentage) Indicate Share Capital with full voting rights owned by Canadian Residents <u>100</u> %	<input type="checkbox"/>	<input checked="" type="checkbox"/>	(d) The corporation's taxation year ends on or after January 1, 2001, and its gross revenue and total assets are each \$1,500,000 or less and the corporation is not a financial institution; OR The corporation's taxation year commences after September 30, 2001, and its gross revenue and total assets are each \$3,000,000 or less and the corporation is not a financial institution.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	(b) The corporation's taxable income for the taxation year is \$200,000 or less. For a taxation year with less than 51 weeks, taxable income must be grossed-up. (Refer to guide)	<input type="checkbox"/>	<input checked="" type="checkbox"/>	(e) The corporation is NOT claiming a tax credit other than the Incentive Deduction for Small Business Corporations (IDSBC), Co-operative Education Tax Credit (CETC) or Graduate Transitions Tax Credit (GTTC).
<input type="checkbox"/>	<input checked="" type="checkbox"/>	(c) The corporation is NOT a member of a partnership/joint venture or a member of an associated group of corporations during the taxation year.	<input checked="" type="checkbox"/>	<input type="checkbox"/>	(f) The corporation's Ontario allocation factor is 100%.

NOTE: Family Farm or Fishing corporations that have a taxation year ending on or after January 1, 2000 and that are NOT subject to the Corporate Minimum Tax, may also use the CT23 Short-Form Corporations Tax Return if the corporation checks "Yes" to (a), (b), (c), (e) and (f) above.

CT23 Corporations Tax Return**CT23 Page 3 of 24***Identification continued (for CT23 filers only)***Type of Corporation - Please check (✓) box(es) if applicable in sections 1 & 2**

- ☒ 1 ☐ Canadian-controlled private (CCPC) all year (Generally a private corporation of which 50% or more shares are owned by Canadian residents.) (fed.s.125(7)(b))
- ☐ 2 ☐ Other Private
- ☐ 3 ☐ Public
- ☐ 4 ☐ Non-share Capital
- ☐ 5 ☐ Other (specify)
- Share Capital with full voting rights owned by Canadian residents. (nearest %) 100 %

Ontario Retail Sales Tax Vendor Permit No.
(Use Head Office No.)Ontario Employer Health Tax Account No.
(Use Head Office No.)

Specify major business activity

- ☒ 1 ☐ Family Farm Corporation s.1(2)
- ☐ 2 ☐ Family Fishing Corporation s.1(2)
- ☐ 3 ☐ Mortgage Investment Corp s.47
- ☐ 4 ☐ Credit Union s.51
- ☐ 5 ☐ Bank Mortgage Subsidiary s.61(4)
- ☐ 6 ☐ Bank s.1(2)
- ☐ 7 ☐ Loan and Trust Corporation s.61(4)
- ☐ 8 ☐ Non-resident Corp s.2(2)(a) or (b)
- ☐ 9 ☐ Non-resident Corporation s.2(2)(c)
- ☐ 10 ☐ Mutual Fund Corporation s.48
- ☐ 11 ☐ Non-resident owned investment Corp s.49
- ☐ 12 ☐ Non-resident ship or aircraft under reciprocal agreement with Canada s.28(b)
- ☐ 14 ☐ Bare Trustee Corporation
- ☐ 15 ☐ Branch of Non-resident s.63(1)
- ☐ 16 ☐ Financial institutions prescribed by Regulation only
- ☐ 17 ☐ Investment Dealer
- ☐ 18 ☐ Generator of electrical energy for sale or producer of steam for use in the generation of electrical energy for sale
- ☒ 19 ☐ Hydro successor, Municipal Electrical Utility or subsidiary of either
- ☐ 20 ☐ Producer and seller of steam for uses other than for the generation of electricity
- ☐ 21 ☐ Insurance Exchange s.74.4
- ☐ 22 ☐ Farm Feeder Finance Co-operative Corporation
- ☐ 23 ☐ Professional Corporation (incorporated professionals only)

Please check (✓) box(es) if applicable:

- ☐ First Year of Filing
- ☐ Amended Return
- ☐ Taxation Year End has changed - Canada Customs and Revenue Agency approval required
- ☐ Final Taxation Year up to Dissolution(wind-up) (Note: For discontinued businesses, see Guide.)
- ☐ Final Taxation Year before Amalgamation
- ☐ Floating Fiscal Year End
- ☐ Transfer or Receipt of Asset(s) involving a corporation having a Canadian permanent establishment outside Ontario
- ☐ Acquisition of Control fed s.249(4)
- Date control was acquired: _____

Was the corporation inactive throughout the taxation year?	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
Has the corporation's Federal T2 Return been filed with the Canada Customs and Revenue Agency (CCRA)?	Yes <input checked="" type="checkbox"/>	No <input type="checkbox"/>
Are you requesting a refund due to: the Carry-back of a Loss?	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
an Overpayment?	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
a Specified Refundable Tax Credit?	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
Are you a Member of a Partnership or a Joint Venture?	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>

Income Tax

CT23 Page 4 of 24

Allocation – If you carry on a business through a permanent establishment in a jurisdiction outside Ontario, you may allocate that portion of taxable income deemed earned in that jurisdiction, to that jurisdiction (s.39) (Int.B. 3008).

Net income (loss) for Ontario purposes (per reconciliation schedule, page 15)	From 690±	975,462
Subtract: Charitable donations	1 -	
Subtract: Gifts to Her Majesty in right of Canada or a province and gifts of cultural property (Attach schedule 2)	2 -	
Subtract: Taxable dividends deductible, per federal T2 SCH 3	3 -	
Subtract: Ontario political contributions (Attach schedule 2A) (Int.B. 3002)	4 -	
Subtract: Federal Part VI.1 tax X 9/3	5 -	
Subtract: Prior years' losses applied - Non-capital losses	From 704	39,746
	From 715	
Net capital losses (page 16) X rate 50.000000 % = 714		
Farm losses	From 724 -	
Restricted farm losses	From 734 -	
Limited partnership losses	From 754 -	
	10 =	935,716
Taxable income (Non-capital loss)		
Addition to taxable income for unused foreign tax deduction for federal purposes	11	
Adjusted taxable income 10 + 11 (if 10 is negative, enter 11)	20	935,716

Taxable Income	Number of days in Taxation Year					
	Days after Sept 30, 2001 and before Jan 1, 2004	Total days				
From 10 (or 20) 935,716 X 30 100.0000 % X 12.5 % X 33 365 + 73 365 = 29 +						116,965
Ontario Allocation	Days after Dec 31, 2003	Total days				
From 10 (or 20) 935,716 X 30 100.0000 % X 14.0 % X 34 + 73 365 = 32 +						
Ontario Allocation						
Income Tax Payable (before deduction of tax credits) 29 + 32			40			116,965

Incentive Deduction for Small Business Corporations (IDSBC)(s.41) (If this section is not completed, the IDSBC will be denied.)

Did you claim the federal Small Business Deduction (fed.s.125(1)) in the taxation year or would you have claimed the federal Small Business Deduction had the provisions of fed.s.125(5.1) not been applicable in the year? (✓) ☒ Yes ☐ No

* Income from active business carried on in Canada for federal purposes (fed.s.125(1)(a))

	50	975,462
Federal taxable income, less adjustment for foreign tax credit (fed.s.125(1)(b))	51 +	935,716
Add: Losses of other years deducted for federal purposes (fed.s.111)	52 +	39,746
Subtract: Losses of other years deducted for Ontario purposes (s.34)	53 -	39,746
	=	935,716
	54	935,716

Federal Business limit (line 410 of the T2 return) for the year before application of fed.s.125(5.1)

Ontario Business Limit Calculation

Days after Sept. 30, 2001 and before Jan. 1, 2003				
280,000 X 28 + ** 365 = + 43				
Days after Dec. 31, 2002 and before Jan. 1, 2004				
320,000 X 31 365 + ** 365 = + 46 320,000				
Days after Dec. 31, 2003				
400,000 X 34 + ** 365 = + 47				

*** Percentage of Federal Business limit (from T2 Sch. 23). Enter 100% if not associated

Business limit for Ontario purposes 43 + 46 + 47 = 44 320,000 X 48 100.0000 % = 45 320,000

Income eligible for the IDSBC From 30 100.0000 % X 56 320,000 60 = 320,000
****Ontario Allocation Least of 50, 54 or 45

* Note: Modified by s.41(6) and (7) for corporations that are members of a partnership. (Refer to Guide.)

** Note: Adjust accordingly for a floating taxation year and use 366 for a leap year.

*** Note: For a taxation year ending before Jan 1, 2003, use your proportion of the associated group business limit.

**** Note: Ontario Allocation for IDSBC purposes may differ from 30 if Taxable Income is allocated to foreign jurisdictions. See special rules (s.41(4)).

Income Tax continued from Page 4**Number of Days in Taxation**

Year							
		Days after Sept 30, 2001 and before Jan 1, 2003		Total Days			
Calculation of IDSBC Rate	6.5 % X 28		+ 73	365	=	79	+
		Days after Dec 31, 2002 and before Jan 1, 2004		Total Days			
	7.0 % X 31	365	+ 73	365	=	89	+ 7.0000
		Days after Dec 31, 2003		Total Days			
	8.5 % X 34		+ 73	365	=	90	+
IDSBC Rate for Taxation Year	79 + 89 + 90					78	= 7.0000
Claim	From 60	320,000	X From 78	7.0000 %		70	= 22,400

Corporations claiming the IDSBC must complete the Surtax section below if the corporation's taxable income (or if associated, the associated group's taxable income) is greater than the amount in 114 below.

Surtax on Canadian-controlled private corporations (s.41.1)

Applies if you have claimed the Incentive Deduction for Small Business Corporations.

**** Short Taxation Years** - Special rules apply where the taxation year is less than 51 weeks for the corporation and/or any corporation associated with it.

Associated corporation - The taxable income of associated corporations is the taxable income for the taxation year ending on or before the date of this corporation's taxation year end.

**** Taxable Income of the corporation** From 10 (or 20 if applicable) **80** + **935,716**

If you are a member of an associated group (✓) **81** ☒ (Yes)

Taxable income of associated corporations (Attach schedule) **82** + **227,133**

Aggregate Taxable Income **85** = **1,162,849**

Number of days in Taxation Year

	Days after Sept 30, 2001 and before Jan 1, 2003		Total Days			
Subtract: 280,000 X	28	+	73	365	=	113 +
	Days after Dec 31, 2002 and before Jan 1, 2004		Total Days			
320,000 X	31	+	73	365	=	115 + 320,000
	Days after Dec 31, 2003		Total Days			
400,000 X	34	+	73	365	=	116 +
			113 + 115 + 116	=	320,000	▶
					114 -	320,000
(If negative, enter nil)					86 =	842,849

Number of Days in Taxation Year

	Days after Sept 30, 2001 and before Jan 1, 2003		Total Days			
Calculation of Specified Rate for Surtax	4.333% X 28		+ 73	365	=	95 +
		Days after Dec 31, 2002 and before Jan 1, 2004		Total Days		
	4.667% X 31	365	+ 73	365	=	96 + 4.6670
		Days after Dec 31, 2003		Total Days		
	4.667% X 34		+ 73	365	=	97 +
Specified rate of surtax for Taxation Year	95 + 96 + 97					94 = 4.6670
From 86	842,849	X From 94	4.6670 %	=	87 =	39,336
From 87	39,336	X From 60	320,000	+ From 114	320,000	88 = 39,336

Surtax: Lesser of 70 or 88 **100** = **39,336**

Income Tax continued from Page 5

CT23 Page 6 of 24

Additional Deduction for Credit Unions (s.51(4)) (Attach schedule 17)

110

Manufacturing and Processing Profits Credit (M&P) (s.43)

Applies to Eligible Canadian Profits from manufacturing and processing, farming, mining, logging and fishing carried on in Canada, as determined by regulations.

Eligible Canadian Profits from mining are the "resource profits from the mining operations", as determined for Ontario depletion purposes, after deducting depletion and resource allowances but excluding amounts from sale of Canadian resource property, rentals or royalties. If you are claiming this credit, attach a copy of Ontario schedule 27.

The whole of the active business income qualifies as Eligible Canadian Profits if: a) your active business income from sources other than manufacturing and processing, mining, farming, logging or fishing, is 20% or less of the total active business income and b) the total active business income is \$250,000 or less.

Eligible Canadian Profits

120

Subtract: Income eligible for the Incentive Deduction for Small Business Corporations (IDSBC) From 56 - 320,000

Add: Adjustment for Surtax on Canadian-controlled private corporations

From 100 22,400 + From 30 100.0000 % + From 78 7.0000 % = 121 320,000

*Ontario Allocation

Lesser of 56 or 121

122 +

320,000

120 - 56 + 122

130 =

Taxable income

From 10 +

935,716

Subtract: Income eligible for the Incentive Deduction for Small Business Corporations (IDSBC)

From 56 -

320,000

Add: Adjustments for Surtax on Canadian-controlled private corporations

From 122 +

320,000

Subtract: Taxable income 10 X Allocation % to jurisdictions outside Canada

140

Subtract: Amount by which Canadian and foreign investment income exceeds net capital losses

141

10 - 56 + 122 - 140 - 141

142

935,716

Claim**Number of Days in Taxation Year**

Days after Sept 30, 2001
and before Jan 1, 2004

Total Days

143 X From 30 100.0000 % X 1.5% X
Lesser of 130 or 142 *Ontario Allocation

33 365 + 73 365 = 154 +

143 X From 30 100.0000 % X 2.0% X
Lesser of 130 or 142 *Ontario Allocation

Days after Dec 31, 2003
34 365 + 73 365 = 156 +

M&P claim for taxation year 154 + 156

160

*Note: Ontario Allocation for M&P Credit purposes may differ from 30 if Taxable Income is allocated to foreign jurisdictions. See special rules (s.43(1)).

Manufacturing and Processing Profits Credit for Electrical Generating Corporations

161

Manufacturing and Processing Profits Credit for Corporations that Produce and Sell Steam for uses other than the Generation of Electricity

162

Credit for Foreign Taxes Paid (s.40)

Applies if you paid tax to a jurisdiction outside Canada on foreign investment income (Int.B. 3001) (Attach schedule). 170

Credit for Investment in Small Business Development Corporations (SBDC)

Applies if you have an unapplied, previously approved credit from prior years' investments in new issues of equity shares in Small Business Development Corporations. Any unused portion may be carried forward indefinitely and applied to reduce subsequent years' income taxes. (Refer to the former Small Business Development Corporations Act)

Eligible credit 175

Credit claimed 180

Subtotal of Income Tax 40 - 70 + 100 - 110 - 160 - 161 - 162 - 170 - 180

190

Income Tax continued from Page 6**Specified Tax Credits** (Refer to Guide)

Ontario Innovation Tax Credit (OITC) (s.43.3) *Applies* to research and development in Ontario.
Eligible credit from 5620 OITC claim form (Attach original Claim Form)

191 + [REDACTED]

Co-operative Education Tax Credit (CETC) (s.43.4) *Applies* to employment of eligible students.
Eligible credit from 5798 Summary Schedule F

192 + [REDACTED]

Ontario Film and Television Tax Credit (OFTTC) (s.43.5)

Applies to qualifying Ontario labour expenditures for eligible Canadian content film and television productions.
Eligible credit from 5899 either Claim Form from Ontario Media Development Corporation (OMDC)
or Ministry of Finance (MFO) CT Schedule 193/199, as applicable.

(Attach the original Certification/Claim Form received from the OMDC or the original Certification Form received from the OMDC along with a completed MOF CT Schedule 193/199, as applicable.)

193 + [REDACTED]

Graduate Transitions Tax Credit (GTTC) (s.43.6)

Applies to employment of eligible unemployed post secondary graduate.

No. of Graduates from 6596
194 + [REDACTED]

Eligible Credit from 6598 Summary Schedule G

195 + [REDACTED]

Ontario Book Publishing Tax Credit (OBPTC) (s.43.7)

Applies to qualifying expenditures in respect of eligible literary works by eligible Canadian authors.

Eligible Credit from 6900 OBPTC Claim Form (Attach both the original Claim Form and the Certification Form)

196 + [REDACTED]

Ontario Computer Animation and Special Effects Tax Credit (OCASE) (s.43.8)

Applies to labour relating to computer animation and special effects on an eligible production.

Eligible Credit from 6700 Claim Form Certified by Ontario Media Development Corporation
(Attach the original Claim/Certification Form with the CT23 Tax Return.)

197 + [REDACTED]

Ontario Business-Research Institute Tax Credit (OBRITC) (s.43.9)

Applies to qualifying R&D expenditures under an eligible research institute contract.

Eligible Credit from 7100 OBRITC Claim Form (Attach original Claim Form)

198 + [REDACTED]

Ontario Production Services Tax credit (OPSTC) (s.43.10)

Applies to qualifying Ontario labour expenditures for eligible productions where the OFTTC has not been claimed.

Eligible Credit from 7300 either Claim Form from Ontario Media Development Corporation (OMDC)
or Ministry of Finance (MFO) CT Schedule 193/199, as applicable

(Attach the original Certification/Claim Form received from the OMDC or the original Certification Form received from the OMDC along with a completed MOF CT Schedule 193/199, as applicable.)

199 + [REDACTED]

Ontario Interactive Digital Media Tax Credit (OIDMTC) (s.43.11)

Applies to qualifying labour expenditures of eligible products for the taxation year.

Eligible Credit from 7400 Claim Form certified by Ontario Media Development Corporation
(Attach original Claim/Certification Form.)

200 + [REDACTED]

Ontario Sound Recording Tax Credit (OSRTC) (s.43.12)

Applies to qualifying expenditures in respect of eligible Canadian sound recordings.

Eligible Credit from 7500 OSRTC Claim Form (Attach both the original Claim Form and the Certification Form)

201 + [REDACTED]

Total Specified Tax Credits: 191 + 192 + 193 + 195 + 196 + 197 + 198 + 199 + 200 + 201

220 + [REDACTED]

Specified Tax Credits Applied to reduce Income Tax

225 + [REDACTED]

Income Tax 190 - 225 OR Enter NIL if reporting Non-Capital Loss (amount cannot be negative)

230 + [REDACTED]

To determine if the Corporate Minimum Tax (CMT) is applicable to your Corporation, see **Determination of Applicability** section for the CMT on **Page 8**. If CMT is not applicable, transfer amount in 230 to Income Tax in **Summary** section on **Page 17**.

OR

If CMT is not applicable for the current taxation year but your corporation has CMT Credit Carryovers that you want to apply to reduce income tax otherwise payable, then proceed to and complete the **Application of CMT Credit Carryovers** section part B on **Page 8**.

Corporate Minimum Tax (CMT)

CT23 Page 8 of 24

Determination of Applicability**Applies if either** Total Assets **249** exceeds \$5,000,000 **or** Total Revenue **250** exceeds \$10,000,000.

These amounts include the corporation's and associated corporations' share of any partnership(s) / joint venture(s) total assets and total revenue.

Short Taxation Years - Special rules apply for determining total revenue where the taxation year of the corporation or any associated corporation or any fiscal period of any partnership(s) / joint venture(s) of which the corporation or associated corporation is a member, is less than 51 weeks.**Associated Corporation** - The total assets or total revenue of associated corporations is the total assets or total revenue for the taxation year ending on or before the date of the claiming corporation's taxation year end.

* Total Assets of the corporation	240 +	9,862,390	
* Total Revenue of the corporation			241 + 8,842,445

If you are a member of an associated group (✓) 242 ☒ (Yes)

Total Assets of associated corporations (Attach schedule)	243 +	8,620,894	
Total Revenue of associated corporations (Attach schedule)			244 + 1,395,635
Aggregate Total Assets	249 =	18,483,284	
Aggregate Total Revenue			250 = 10,238,080

If CMT is applicable to current taxation year, complete section **Calculation: CMT** below and **Corporate Minimum Tax Schedules A through E** on pages 18, 19 and 20 of CT23.**Calculation: CMT** (Attach Schedule A: Calculation of CMT Base on page 18.)

Gross CMT Payable	CMT Base From 2135	847,107 X	From 30	100.0000 % X 4%	276 =	33,884
		If negative, enter zero		Ontario Allocation		
Subtract: Foreign Tax Credit for CMT purposes (Attach schedule)					277	
Subtract: Income Tax					From 190 -	116,965
Net CMT Payable (if negative, enter Nil on page 17.)					280 =	

If 280 is less than zero and you do not have a CMT credit carryover, transfer 230 from **Page 7 to Income Tax Summary, on Page 17.**

If 280 is less than zero and you have a CMT credit carryover, complete A & B below.

If 280 is greater than or equal to zero, transfer 230 to **Page 17** and transfer 280 to **Page 17, and to Schedule D: Continuity of CMT Credit Carryovers, on Page 20.**

CMT Credit Carryover available From 2307

Application of CMT Credit Carryovers

A.	Income Tax (before deduction of specified credits)		From 190 +	116,965
	Gross CMT payable	From 276 +	33,884	
	Subtract: Foreign Tax Credit for CMT purposes	From 277 -		
	If 276 - 277 is negative, enter NIL in 290	=	33,884	290 - 33,884
	Income Tax eligible for CMT Credit			300 =
B.	Income Tax (after deduction of specified credits)		From 230 +	116,965
	Subtract: CMT credit used to reduce income taxes		310	
	Income Tax		320 =	

Transfer to Page 17

If A & B apply, 310 cannot exceed the lesser of 230, 300 and your CMT credit carryover available 2307.

If only B applies, 310 cannot exceed the lesser of 230 and your CMT credit carryover available 2307.

Capital Tax (Refer to Guide and Int.B. 3011)

CT23 Page 9 of 24

If your corporation is a Financial Institution (s.58(2)), complete lines 480 and 430 on page 10 then proceed to page 13.

If your corporation is not a member of an associated group and/or partnership and (1) the Gross Revenue and Total Assets calculated on Page 10 in 480 and 430 are both \$1,500,000 or less and the taxation year ends on or after January 1, 2001, or (2) the Gross Revenue and Total Assets as calculated on Page 10 in 480 and 430 are both \$3,000,000 or less and the taxation year commences after September 30, 2001, your corporation is exempt from Capital Tax for the taxation year. A corporation that meets these criteria should disregard all other Capital Tax items (including the calculation of Taxable Capital). Enter NIL in 550 on page 12 and complete the return from that point. All other corporations must compute their Taxable Capital in order to determine their Capital Tax payable.

Members of a partnership (limited or general) or a joint venture, must attach all financial statements of each partnership or joint venture of which they are a member. The Paid-up Capital of each corporate partner must include its share of liabilities that would otherwise be included if the partnership were a corporation.

If Investment Allowance is claimed, Total Assets must be adjusted by adding the corporation's share of the partnership's Total Assets and by deducting investments in the partnership as it appears on the corporation's balance sheet, in addition to any other required adjustments (s.61(5)). Special rules apply to limited partnerships (Int.B. 3017).

Any Assets and liabilities of a corporation that are being utilized in a joint venture must be included along with the corporation's other Assets and liabilities when calculating its Taxable Paid-up Capital.

Special rules and rates apply to Non-Resident corporations (s.63, s.64 and s.69(3)).

Paid-up Capital of Non-resident: Paid-up capital employed in Canada of a non-resident subject to tax by virtue of s.2(a) or (b), and whose business is not carried on solely in Canada is deemed to be the greater of (1) taxable income in Canada divided by 8 percent or (2) total assets in Canada minus certain indebtedness in accordance with the provisions of s.63(1)(a) (Int.B. 3010).

Paid-up Capital

Paid-up capital stock (Int.B. 3012 and 3015)	350 +	100
Retained earnings (if deficit, deduct) (Int.B. 3012)	351 ±	572,772
Capital and other surpluses, excluding appraisal surplus (Int.B. 3012)	352 +	5,182,978
Loans and advances (Attach schedule)(Int.B. 3013)	353 +	3,593,269
Bank loans (Int.B. 3013)	354 +	
Bankers acceptances (Int.B. 3013)	355 +	
Bonds and debentures payable (Int.B. 3013)	356 +	
Mortgages payable (Int.B. 3013)	357 +	
Lien notes payable (Int.B. 3013)	358 +	
Deferred credits (including income tax reserves, and deferred revenue where it would also be included in paid-up capital for the purposes of the large corporations tax) (Int.B. 3013)	359 +	
Contingent, investment, inventory and similar reserves (Int.B. 3012)	360 +	
Other reserves not allowed as deductions for income tax purposes (Attach schedule) (Int.B. 3012)	361 +	
Share of partnership(s) or joint venture(s) paid-up capital (Attach schedule(s)) (Int.B. 3017)	362 +	
Subtotal	370 =	9,349,119
Subtract: Amounts deducted for income tax purposes in excess of amounts booked (Retain calculations. Do not submit.) (Int.B. 3012)	371 -	
Deductible R&D expenditures and ONTTI costs deferred for income tax if not already deducted for book purposes (Int.B. 3015)	372 -	
Total Paid-up Capital	380 =	9,349,119
Subtract: Deferred mining exploration and development expenses (s.62(1)(d)) (Int.B. 3015)	381 -	
Electrical Generating Corporations Only - All amounts with respect to electrical generating assets, except to the extent that they have been deducted by the corporation in computing its income for income tax purposes for the current or any prior taxation year, that are deductible by the corporation under clause 11(10)(a) of the Corporations Tax Act, and the assets are used both in generating electricity from a renewable or alternative energy source and are qualifying property as prescribed by regulation	382	
Net Paid-up Capital	390	

Eligible Investments (Refer to Guide and Int.B. 3015)

Attach computations and list of corporations' names and investment amounts. Short-term investments (bankers acceptances, commercial paper, etc.) are eligible for the allowance only if issued for a term of and held for 120 days or more prior to the year end of the investor corporation.

Bonds, lien notes and similar obligations, (similar obligations, e.g. stripped interest coupons, applies to taxation years ending after October 30, 1998)

Mortgages due from other corporations	402 +	
Shares in other corporations (certain restrictions apply) (Refer to Guide)	403 +	
Loans and advances to unrelated corporations	404 +	
Eligible loans and advances to related corporations (certain restrictions apply) (Refer to Guide)	405 +	
Share of partnership(s) or joint venture(s) eligible investments (Attach schedule)	406 +	
Total Eligible Investments	410 =	

Capital Tax continued from Page 9

CT23 Page 10 of 24

Total Assets (Int.B. 3015)

Total Assets per balance sheet	420 +	9,862,390
Mortgages or other liabilities deducted from assets	421 +	
Share of partnership(s)/joint venture(s) total assets (Attach schedule)	422 +	
Subtract: Investment in partnership(s)/joint venture(s)	423 -	
Total Assets as adjusted	430 =	9,862,390
Amounts in 360 and 361 (if deducted from assets)	440 +	
Subtract: Amounts in 371, 372 and 381	441 -	
Subtract: Appraisal surplus if booked	442 -	
Add or Subtract: Other adjustments (specify on an attached schedule)	443 ±	
Total Assets	450 =	9,862,390

Investment Allowance (410 + 450) X 390

Not to exceed 410 460

Taxable Capital 390 - 460

470 = 9,342,119

Gross Revenue (as adjusted to include the share of any partnership(s)/joint venture(s) Gross Revenue)

Gross Revenue of the corporation 8,842,445

Corporation's Share of partnership(s)/joint venture(s) Gross Revenue (Attach schedule)

8,842,445 480 8,842,445

Aggregate of Gross Revenue

Total Assets (as adjusted) From 430 9,862,390**Calculation of Capital Tax for all corporations except Financial Institutions***Note: This version (2003) of the CT23 may only be used for a taxation year that commenced after September 30, 2001.**(Financial Institutions use calculations on page 13.)*

- Important:** If the corporation is a family farm corporation, family fishing corporation or a credit union that is not a Financial Institution, complete only Section A below.
- OR** If the corporation is NOT a member of an associated group and/or partnership, review only the capital tax calculations in Section B below and select and complete the one specific subsection (e.g. B3) that applies to the corporation.
- OR** If the corporation IS a member of an associated group and/or partnership, complete Section C on page 11, and if applicable, complete Section D or Section E on page 12. Note: If the corporation is a member of a connected partnership, please refer to the 2003 CT23 guide for additional instructions before completing the capital tax section.

SECTION A

This section applies only if the corporation is a family farm corporation, a family fishing corporation or a credit union that is not a Financial Institution (Int.B. 3018).

Enter NIL in 550 on page 12 and complete the return from that point.

SECTION B

This section applies if the corporation is NOT a member of an associated group and/or partnership

B1. If the taxation year commences after September 30, 2001 and 430 and 480 on page 10 are both \$3,000,000 or less, enter NIL in 550 on page 12 and complete the return from that point.**B2.** If taxable capital, 470 on page 10, is \$5,000,000 or less, enter NIL in 550 on page 12 and complete the return from that point.**B3.** If taxable capital, 470 on page 10 exceeds \$5,000,000, complete the following calculation and transfer the amount from 523 to 543 on page 12, and complete the return from that point.

+ From 470		Days in taxation year	
= 471	x From 30	100.0000	x 0.3% x 555
	Ontario Allocation	**365/366	
		365	= 523 +

Transfer to 543 on page 12 and complete the return from that point

If floating taxation year, refer to Guide.

continued on Page 11

Capital Tax Calculation continued from page 10

CT23 Page 11 of 24

SECTION C

This section applies **ONLY** to a corporation that is a member of an associated group (excluding financial institutions and corporations exempt from capital tax) and/or partnership. You must check either 509 or 524 and complete this section before you calculate your capital tax calculation under either Section D or Section E.

C1. ☐ 509 (✓ if applicable) All corporations that you are associated with **do not have a permanent establishment in Canada.**
 If taxable capital 470 on page 10 is \$5,000,000 or less, enter NIL in 550 on page 12 and complete the return from that point.
 If taxable capital 470 on page 10 exceeds \$5,000,000 proceed to **Section D**, enter \$5,000,000 in 542 Section D, and complete Section D and the return from that point

C2. ☒ 524 (✓ if applicable) One or more of the corporations that you are associated with **maintains a permanent establishment in Canada**
 If the taxation year ends **before January 1, 2003**, you must complete the *Calculation* below.
 If the taxation year ends **after December 31, 2002**, you and your associated group may continue to allocate the \$5,000,000 taxable capital exemption by completing the *Calculation* below. Or, the associated group may **file an election** under subsection 69(2.1) of the Corporations Tax Act, whereby total assets are used to allocate the taxable capital exemption among the associated group. Once a ss.69(2.1) election is filed, all members of the group will then be required to file in accordance with the election and allocate a portion (portion is henceforth referred to as **Net Deduction**) of the \$15,000 capital tax effect, relating to the \$5,000,000 taxable capital exemption, to each corporation in the group on the basis of the ratio that each corporation's total assets multiplied by its Ontario allocation is to the total assets of the group.
 The total asset amounts and Ontario allocation percentages to be used for this calculation must be taken from each corporation's financial information from its last taxation year ending in the immediately preceding calendar year.
 In addition, although each corporation in the associated group may deduct its Net Deduction amount as apportioned by the total asset formula, the group may, at the group's option, reallocate the group's total Net Deduction among the group on what ever basis the corporate group wishes, as long as the total of the reallocated amounts does not exceed the group's total Net Deduction amount originally calculated for the associated group.

Calculation Do NOT complete this calculation if ss.69(2.1) election is filed

Taxable Capital form 470 on page 10	From 470 +	9,349,119
-------------------------------------	------------	-----------

Determine aggregate taxable capital of an associated group (excluding financial institutions and corporations exempt from capital tax) and/or partnership having a permanent establishment in Canada

Taxable Capital of associated corporations (Attach schedule)	531 +	3,318,883
Total Aggregate Taxable Capital 470 + 531	540 =	12,668,002

If 540 above is \$5,000,000 or less, the corporation's Capital Tax for the taxation year, is NIL.

Enter NIL in 523 in section D on page 12, as applicable.

If 540 above is greater than \$5,000,000, the corporation must compute its share of the \$5,000,000 exemption below in order to calculate its Capital Tax for the taxation year under Section D on page 12.

From 470	9,349,119	+ From 540	12,668,002	X 5,000,000	541 =	3,690,000
----------	-----------	------------	------------	-------------	-------	-----------

Transfer to Section 542 in D on page 12

Ss.69(2.1) Election Filed

☒ 591 (✓ if applicable) Election filed. **Attach a copy of the election with this CT23 Return.**
 Proceed to **Section E** on page 12.

Complete the following calculation and transfer the amount From 523 to 543, and complete the return from that point.

SECTION E

For taxation years commencing after May 4, 1999 enter NIL in 550 on page 12, and complete the return from that point.

(Retain details of calculations for amounts in boxes 565 and 570. Do not submit with this tax return.)

**** If floating taxation year, refer to Guide.**

Transfer to Page 17

Reconcile net income (loss) for federal income tax purposes with net income (loss) for Ontario purposes if amounts differ

Net Income (loss) for federal income tax purposes, per federal T2 SCH 1

600± 975,462
Transfer to Page 15

Add:

Federal capital cost allowance	601 +	351,566
Federal cumulative eligible capital deduction	602 +	1,473
Ontario taxable capital gain	603 +	
Federal non-allowable reserves. Balance beginning of year	604 +	
Federal allowable reserves. Balance end of year	605 +	
Ontario non-allowable reserves. Balance end of year	606 +	
Ontario allowable reserves. Balance beginning of year	607 +	
Federal exploration expenses (e.g. CEDE, CEE, CDE, COGPE)	608 +	
Federal resource allowance	609 +	
Federal depletion allowance	610 +	
Federal foreign exploration and development expenses	611 +	
Management fees, rents, royalties and similar payments to non-arms' length non-residents		

Number of days in Taxation Year

Days after Sept. 30, 2001 and before Jan. 1, 2004 Total days
612 X 5/12.5 X 33 365 + 73 365 = 633 +

Days after Dec. 31, 2003 Total days
612 X 5/14.0 X 34 + 73 365 = 634 +

Total add-back amount for Management fees, etc. 633 + 634 =

Federal Scientific Research Expenses claimed in year from line 460 of fed. form T661 excluding any negative amount in 473 from Ont. CT23 schedule 161	613	
Add any negative amount in 473 from Ont. CT23 Schedule 161	615	
Federal allowable business investment loss	616	
Federal allowable business investment loss	620 +	
Total of other items not allowed by Ontario but allowed federally (Attach schedule)	614 +	
Sub Total of Additions 601 to 611 + 613 + 615 + 616 + 620 + 614	=	353,039 640

353,039
Transfer to Page 15

Deduct:

Ontario capital cost allowance (excludes amounts deducted under 675)	650 +	351,566
Ontario cumulative eligible capital deduction	651 +	1,473
Federal taxable capital gain	652 +	
Ontario non-allowable reserves. Balance beginning of year	653 +	
Ontario allowable reserves. Balance end of year	654 +	
Federal non-allowable reserves. Balance end of year	655 +	
Federal allowable reserves. Balance beginning of year	656 +	
Ontario exploration expenses (e.g. CEDE, CEE, CDE, COGPE) (Retain calculations. Do not submit.)	657 +	
Ontario depletion allowance	658 +	
Ontario resource allowance	659 +	
Ontario current cost adjustment (Attach schedule)	661	
Incentive for new electricity supply (section 13.6 deduction from income) (Applies only to electrical generating corporations.)	674 +	
CCA for investments in qualifying energy-efficient equipment and for assets used to generate electricity from natural gas, alternative or renewable resources.	675	
Subtotal of deductions for this page 650 to 659 + 661 + 674 + 675	681	353,039

Transfer to Page 15

**Reconcile net income
for Ontario purposes**

Continued from page 14

**Net income (loss) for fed
Sub Total of Additions****Sub Total of deductions****Deduct:****Ontario New Technolo**
(Applies only to those c
the current taxation year
Capital Cost Allowance
qualifying intellectual pr
taxation year**ONTTI Gross-up deduc**
From C
662**Workplace Child Care**

Qualifying expenditures:

Workplace Accessibili

Qualifying expenditures:

**Number of
Employees accommod****Ontario School Bus S**
of school buses purchas

Qualifying expenditures

Educational Technolo

Qualifying expenditures

Ontario allowable busi
Ontario Scientific Res
Schedule 161**Amount added to inco**
federal form T661, line**Total of other deducti****Total of Deductions 681****Net income (loss) fo****ie (loss) for federal income tax purposes with net income (loss)
s if amounts differ****leral income tax purposes, per federal T2 SCH 1**

From 600±

From 640=

on page 14

From 681=

353,039

gy Tax Incentive (ONTTI) Gross-uporporations whose Ontario allocation is less than 100% in
(.)(Ontario) (CCA) on prescribed
roperty deducted in the current

662

ction calculation:

ross-up of CCA

x 100/ 30 100.0000 - From 662 663=

Ontario allocation

Tax Incentive

665 x 30% x 100/ 30 100.0000 666=

Ontario Allocation

ty Tax Incentive

667 x 100% x 100/ 30 100.0000 668=

Ontario Allocation

lated 669

**afety Tax Incentive (OSBSTI): (Applies to the eligible acquisition
sed after May 4, 1999 and before January 1, 2006.) (Refer to Guide)**

670 x 30% x 100/ 30 100.0000 671=

Ontario Allocation

gy Tax Incentive (Applies to qualifying amounts incurred after May 2, 2000.)

672 x 15% x 100/ 30 100.0000 673=

Ontario Allocation

ness investment loss

678 +

earch Expenses claimed in year in 477 from Ont. CT23

679

**me federally for an amount that was negative on
454 or 455 (if filed after June 30, 2003)**

677

ons allowed by Ontario (Attach schedule)

664 +

+ 663 + 666 + 668 + 671 + 673 + 678 + 679 + 677 + 664

= 353,039 680

or Ontario purposes 600 + 640 - 680

690 =

Transfer to

Continuity of Losses Carried Forward**CT23 Page 16 of 24**

	Non-Capital Losses (1)	Total Capital Losses (9) (10)	Farm Losses	Restricted Farm Losses	Listed Personal Property Losses	Limited Partnership Losses (6)
Balance at Beginning of Year	700 (2) 39,746	710 (2)	720 (2)	730	740	750
Add:	701	711	721	731	741	751
Current year's losses (7)	702	712	722	732		752
Losses from predecessor corporations (3)	703	713	723	733	743	753
Subtotal						
Subtract:	704 (2)	715 (2)(4)	724 (2)	734 (2)(4)	744 (4)	754 (4)
Utilized during the year to reduce taxable income	705 39,746		725	735	745	
Expired during the year	706 (2) To Pg 17	716 (2) To Pg 17	726 (2) To Pg 17	736 (2) To Pg 17	746	
Carried back to prior years to reduce income (5)	707	717	727	737	747	757
Subtotal	39,746					
Balance at End of Year	709 (8)	719	729	739	749	759

Notes:

- (1) Non-capital losses include allowable business investment losses, fed.s.111(8)(b), as made applicable by s.34.
- (2) Where acquisition of control of the corporation has occurred, the utilization of losses can be restricted. See fed.s.111(4) through 111(5.5) as made applicable by s.34.
- (3) Include losses on amalgamation (fed.s.87(2.1) and s.87(2.11)) and/or wind-up (fed.s.88(1.1) and 88(1.2)), as made applicable by s.34.
- (4) To the extent of applicable gains/income/at-risk amount only.
- (5) Generally a three year carry-back applies. See fed.s.111(1) and fed.s.41(2)(b), as made applicable by s.34.
- (6) Where a limited partner has limited partnership losses, attach loss calculations for each partnership.
- (7) Include amounts from 11 if taxable income is adjusted to claim unused foreign tax credit for federal purposes.
- (8) Amount in 709 must equal total of 829 + 839.
- (9) Total Capital Losses for a year is the excess of 100% of the Capital Losses in the taxation year minus 100% of the Capital Gains (less any reserves) in the taxation year. Total Capital Losses is before the inclusion rate has been applied.
- (10) Commencing in the 2001 CT23 this column now refers to Total Capital Losses (100% of loss), whereas previously the column referred to Net Capital Losses (75% of loss or after the inclusion rate has been applied). Loss amounts that are not carried at 100% of the loss must be grossed back up to 100% by multiplying the balance by 1.333333. No adjustment is required where losses are carried at 100% of the loss amount.

Analysis of Balance by Year of Origin

Year of Origin (oldest year first)	Non Capital Losses	Non-Capital Losses of Predecessor Corporations	Total Capital Losses from Listed Personal Property only (9) (10)	Farm Losses	Restricted Farm Losses
800				850	870
801				851	871
802				852	872
803	820	830	840	853	873
804	821	831	841	854	874
805	822	832	842	855	875
806 2000/12/31	823	833	843	856	876
807 2001/12/31	824	834	844	857	877
808 2002/12/31	825	835	845	858	878
809 2003/12/31	826	836	846	859	879
Total	829	839	849	869	889

Request for Loss Carry-Back (s.80(16))

CT23 Page 17 of 24

Applies to corporations requesting a reassessment of the return of one or more previous taxation years under s.80(16) with respect to one or more types of losses carried back.

If, after applying a loss carry-back to one or more previous years, there is a balance of loss available to carry forward to a future year, it is the corporation's responsibility to claim such a balance for those years following the year of loss within the limitations of fed.s.111, as made applicable by s.34.

- Where control of a corporation has been acquired by a person or group of persons, certain restrictions apply to the carry-forward and carry-back provisions of losses under fed.s.111(4) through 111(5.5), as made applicable by s.34.
- Refunds arising from the loss carryback adjustment may be applied by the Minister of Finance to amounts owing under **any Act administered by the Minister of Finance.**

- Any late filing penalty applicable to the return for which the loss is being applied will not be reduced by the loss carry-back.
- The application of a loss carry-back will be available for interest calculation purposes on the day that is the latest of the following:
 - the first day of the taxation year after the loss year,
 - the day on which the corporation's return for the loss year is delivered to the Minister, or
 - the day on which the Minister receives a request in writing from the corporation to reassess the particular taxation year to take into account the deduction of the loss.
- If a loss is being carried back to a **predecessor corporation**, enter the predecessor corporation's account number and taxation year end in the spaces provided under Application of Losses below.

Application of Losses	Non-Capital Losses	Total Capital Losses	Farm Losses	Restricted Farm Losses
	910	920	930	940
Total amount of loss				
Deduct: Loss to be carried back to preceding taxation years and applied to reduce taxable income.				
Predecessor Corporation's Taxation Year Account No. (MOF) Ending	911	921	931	941
i) 3rd preceding 901 2000/12/31	912	922	932	942
ii) 2nd preceding 902 2001/12/31	913	923	933	943
iii) 1st preceding 903 2002/12/31	From 706	From 716	From 726	From 736
Total loss to be carried back				
	919	929	939	949
Balance of loss available for carryforward				

Summary

Income Tax	From 230 or 320	116,985
Corporate Minimum Tax	From 280	
Capital Tax	From 550	16,977
Premium Tax	From 590	
Total Tax Payable	950	133,942
Subtract:		
Payments	960	
Capital Gains Refund (s.48)	965	
Qualifying Environmental Trust Tax Credit		
(Refer to Guide)	985	
Specified Tax Credits		
(Refer to Guide)	955	
Balance	970 =	133,942
If payment due	Enclosed * 990	
If overpayment: Refund (Refer to Guide)	975 =	
Apply to	980	
	(Includes credit interest)	

* Make your cheque (drawn on a Canadian financial institution) or a money order in Canadian funds, **payable to the Minister of Finance** and print your Ontario Corporation's Tax Account No. (MOF) on the back of the cheque or money order. (Refer to guide or other payment methods.)

Certification

I am an authorized signing officer of the corporation. I certify that this CT23 return, including all schedules and statements filed with or as part of this CT23 return, has been examined by me and is a true, correct and complete return and that the information is in agreement with the books and records of the corporation. I further certify that the financial statements accurately reflect the financial position and operating results of the corporation as required under section 75 of the **Corporations Tax Act**. The method of computing income for this taxation year is consistent with that of the previous year, except as specifically disclosed in a statement attached.

Name
Michael Lalonde

Title
Manager

Full Residence Address
950 River Road West

City
Wasaga Beach

Province
ON

Country
CA

Postal Code
L0L 2P0

Signature

Date
2004/07/05

Note: Section 76 of the Corporations Tax Act provides penalties for making false or misleading statements or omissions.

Corporate Minimum Tax - Schedule A: Calculation of CMT Base

CT23 Schedule A

Page 18 of 24

Banks - Net income/loss as per report accepted by Superintendent of Financial Institutions (SFI) under the Bank Act (Canada), adjusted so consolidation/equity methods are not used.

Net income/(loss) (unconsolidated, determined in accordance with GAAP) 2100± 522,797

Subtract (to the extent reflected in net income/loss):

Provision for recovery of income taxes / benefit of current income taxes	2101+	
Provision for deferred income taxes (credits) / benefit of future income taxes	2102+	
Equity income from corporations	2103+	
Share of partnership(s)/joint venture(s) income	2104+	
Dividends received/receivable deductible under fed.s.112	2105+	
Dividends received/receivable deductible under fed.s.113	2106+	
Dividends received/receivable deductible under fed.s.83(2)	2107+	
Federal Part VI.1 tax on dividends declared and paid, under fed.s.191.1(1) x 9/3 =	2108+	

Subtotal = 2109-

Add (to extent reflected in net income/loss):

Provision for current taxes / cost of current income taxes	2110+	324,328
Provision for deferred income taxes (debits) / cost of future income taxes	2111+	
Equity losses from corporations	2112+	
Share of partnership(s)/joint venture(s) losses	2113+	
Dividends that have been deducted to arrive at net income per Financial Statements s.57.4(1.1) (excluding dividends under fed.s.137(4.1))	2114+	

Subtotal = 324,328 2115+ 324,328

Add/Subtract:

Amounts relating to s.57.9 election/regulations for disposals etc. of property for current/prior years

** Fed.s.85	2116+	or 2117-
** Fed.s.85.1	2118+	or 2119-
** Fed.s.97	2120+	or 2121-

** Amounts relating to amalgamations (fed.s.87) as prescribed in regulations for current/prior years 2122+ or 2123-

** Amounts relating to wind-ups (fed.s.88) as prescribed in regulations for current/prior years 2124+ or 2125-

** Amounts relating to s.57.10 election/regulations for replacement re fed.s.13(4), 14(6) and 44 for current/prior years 2126+ or 2127-

Interest allowable under ss. 20(1)(c) or (d) of ITA to the extent not otherwise deducted in determining CMT adjusted net income 2150-

Subtotal (Additions) = 2128+

Subtotal (Subtractions) = 2129-

** Other adjustments 2130±

Subtotal ± 2100 - 2109 + 2115 + 2128 - 2129 ± 2130 2131= 847,125

** Share of partnership(s)/joint venture(s) **adjusted** net income/loss 2132±

Adjusted net income (loss) (if loss, transfer to 2202 in Schedule B) 2133= 847,125

Deduct: CMT losses: pre-1994 Loss *	From 2210+	
CMT losses: other eligible losses *	2211+	18
	=	18 2134- 18

* CMT losses applied cannot exceed adjusted net income or increase a loss

** Retain calculations. Do not submit with this tax return.

CMT Base

2135= 847,107

Transfer to CMT Base on page 8

APPENDIX 27 Corporate Minimum Tax (CMT)

CT23 Schedule B & C

Schedule B: Continuity of CMT Losses Carried Forward



Page 19 of 24

MT loss continuity by year

Year of origin	Beginning balance	Transfers on amalgamation	Transfers on wind-up	Adjustments	Current year loss	Applied	Ending balance
							Expired
2000/12/31							
2001/12/31	18					18	
2002/12/31							
2003/12/31							
Totals	18					18	

Balance at Beginning of year (1), (2)	2201 +	18
---------------------------------------	--------	----

Add:	Current year's losses	2202 +
	Losses from predecessor corporations on amalgamation (3)	2203 +
	Losses from predecessor corporations on wind-up (3)	2204 +
	Amalgamation (✓) 2205 <input type="checkbox"/> Yes Wind-up (✓) 2206 <input type="checkbox"/> Yes	

Subtotal = **▶ 2207+**

Adjustments (attach schedule) 2208±

CMT losses available 2201 + 2207 ± 2208	2209 =	18
--	---------------	-----------

Subtract: Pre-1994 loss utilized during the year to reduce adjusted net income **2210 +**

Subtract: Pre-1994 loss utilized during the year to reduce adjusted net income	2210 +	
Other eligible losses utilized during the year to reduce adjusted net income (4)	2211 +	18
Losses expired during the year	2212 +	

Subtotal	=	18 ▶ 2213-	18
-----------------	---	------------	----

Balances at End of Year (5) 2209 - 2213 **2214=**

Notes:

- (1) Pre-1994 CMT loss (see s.57.1(1)) should be included in the balance at beginning of the year. Attach schedule showing computation of pre-1994 CMT loss.
- (2) Where acquisitions of control of the corporation has occurred, the utilization of CMT losses can be restricted. (see s.57.5(3) and s.57.5(7))
- (3) Include and indicate whether CMT losses are a result of an amalgamation to which fed.s.87 applies and/or a wind-up to which fed.s.88(1) applies. (see s.57.5(8) and s.57.5(9))
- (4) CMT losses must be used to the extent of the lesser of the adjusted net income **2133** and CMT losses available **2209**.
- (5) Amount in **2214** must equal sum of **2270** and **2290**.

Schedule C: Analysis of CMT Losses Year End Balance by Year of Origin

For a pre-1994 loss, use the date of the last taxation year-end before your corporation's first taxation year commencing after 1993.

Year of Origin (oldest year first)	CMT Losses of Corporation	CMT Losses of Predecessor Corporations
2240	2260	2280
2241	2261	2281
2242	2262	2282
2243	2263	2283
2244	2264	2284
2245	2265	2285
2246 2000/12/31	2266	2286
2247 2001/12/31	2267	2287
2248 2002/12/31	2268	2288
2249 2003/12/31	2269	2289
Totals	2270	2290

The sum of amounts 2270 + 2290 must equal amount in 2214.

Corporate Minimum Tax (CMT)



Schedule D: Continuity of CMT Credit Carryovers

CMT credit continuity by year

Year of origin	Beginning balance	Transfers on amalgamation or wind-up	Adjustments	Current year credit	Applied	Expired	Ending balance
2001/12/31							
2002/12/31							
2003/12/31							
Totals							

Balance at Beginning of year (1) 2301

Add: Current year's CMT Credit (280 on page 8. If negative, enter NIL) From 280 +
 CMT Credit Carryovers from predecessor corporations (2) 2302 +

Amalgamation (✓) 2303 ☐ Yes Wind-up (✓) 2304 ☐ Yes

Subtotal = 2305 +

Adjustments (Attach schedule) 2306 +

CMT credit carryover available 2301 + 2305 + 2306 2307 =

Transfer to Page 8

Subtract: CMT credit utilized during the year to reduce income tax (Page 8) From 310 +
 CMT credit expired during the year 2308 +

Subtotal = 2309 -

Balance at End of Year (3) 2307 - 2309 2310 =

Notes:

- (1) Where acquisition of control of the corporation has occurred, the utilization of CMT credits can be restricted. (see s.43.1(5))
- (2) Include and indicate whether CMT credits are a result of an amalgamation to which fed.s.87 applies and/or a wind-up to which fed.s.88(1) applies. (see s.43.1(4))
- (3) Amount in 2310 must equal the sum of 2370 + 2390.

Schedule E: Analysis of CMT Credit Carryovers Year-End Balance by Year of Origin

Year of Origin (oldest year first)	CMT Credit Carryovers of Corporation	CMT Credit Carryovers of Predecessor Corporations
2340	2360	2380
2341	2361	2281
2342	2362	2382
2343	2363	2383
2344	2364	2384
2345	2365	2385
2346	2366	2386
2347 2001/12/31	2367	2387
2348 2002/12/31	2368	2388
2349 2003/12/31	2369	2389
Totals	2370	2390

The sum of amounts 2370 and 2390 must equal
 the amount in 2310.

OS4N
Schedule 4

APPENDIX 27

Ontario non-capital loss continuity

Part 1: Non-capital loss

Non-capital loss continuity by year

Year of origin	Balance at end of prior year	Transfers on amalgamation or wind-up	Section 80 adjustments	Other adjustments	Current year loss net of carry-back	Applied	Ending balance
2000/12/31							
2001/12/31	39,746					39,746	
2002/12/31							
2003/12/31							
Totals	39,746					39,746	

Current year non-capital loss

Net income (loss) for Ontario tax purposes

975,462

Deduct:

Net capital losses deducted in the year

Taxable dividends deductible under sections 112, 113 or subsection 138(6)

Amount of Part VI.1 tax deductible

Subtotal - if positive, enter "0"

Deduct: Section 110.5 - addition for foreign tax credits**Add:** Current year farm loss**Current year non-capital loss** (if positive, enter "0")

Non-capital loss continuity and carry-back request

Non-capital losses at end of preceding taxation year

39,746

Losses expired after 7 years

-

Non-capital losses - beginning balance

=

39,746

39,746

Transfers from wind-up of wholly-owned subsidiary and amalgamation

+

Current year non-capital loss from above

Deduct - Non-capital loss carry back to:

1st preceding taxation year against taxable income

2nd preceding taxation year against taxable income

3rd preceding taxation year against taxable income

Current year non-capital loss net of carryback

Subtotal

+

=

39,746

Deduct:

Amount applied against taxable income (enter on line 704 of the CT23)

39,746

Section 80 adjustments

Other adjustments

39,746

-

=

39,746

Non-capital losses - ending balance

Ontario non-capital loss continuity

Farm loss continuity by year

Year of origin	Balance at end of prior year	Transfers on amalgamation or wind-up	Section 80 adjustments	Other adjustments	Current year loss net of carry-back	Applied	Ending balance
2000/12/31							
2001/12/31							
2002/12/31							
2003/12/31							
Totals							

Farm loss continuity and carry-back request

Farm losses at end of preceding taxation year		
Losses expired after 10 years	-	
Farm losses - beginning balance	=	
Transfers from wind-up of wholly-owned subsidiary and amalgamation		+
Current year farm loss		
Deduct - Farm loss carry back to:		
1st preceding taxation year against taxable income		
2nd preceding taxation year against taxable income		
3rd preceding taxation year against taxable income		
Subtotal		
Current year farm loss net of carry-back		+
		=
Deduct:		
Amount applied against taxable income (enter on line 724 of the CT23)		
Section 80 adjustments		
Other adjustments		
		-
Farm losses - ending balance		=



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Corporations Tax Branch
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33 King Street West
Oshawa ON L1H 8E9

Ontario Capital Cost Allowance Schedule 8

*APPENDIX 27

ONTARIO CAPITAL COST ALLOWANCE

Corporation's Legal Name Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2003/12/31
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Is the corporation electing under regulation 1101(5q)? 101 ☐ 1 Yes ☐ 2 No ☐

1 Class number	2 Ontario undepreciated capital cost at the beginning of the year	3 Cost of acquisitions during the year See note 1 below	4 Net adjustments	5 Proceeds of dispositions during the year	6 Ontario undepreciated capital cost (col 2 + 3 or col 2 - 4 - 5)	7 50% rule See note 2 below	8 Reduced undepreciated capital cost (col 6 - 7)	9 CCA rate %	10 Recapture of capital cost allowance	11 Terminal loss	12 Ontario capital cost allowance (col 8 x 9 or a lower amount)	13 Ontario undepreciated capital cost at the end of the year (col 6 - 12)
1	820,838				820,838		820,838	4			32,834	788,004
1	7,703,863	528,882			8,232,745	264,441	7,968,304	4			318,732	7,914,013
Totals	8,524,701	528,882				264,441	8,789,142				351,566	8,702,017

Enter in box 650 on the CT23

Note 1. Include any property acquired in previous years that has now become available for use. This property would have been previously excluded from column 3. List separately any acquisitions that are not subject to the 50% rule. See Regulation 1100(2) and (2.2) of the *Income Tax Act* (Canada).

Note 2. The net cost of acquisitions is the cost of acquisitions plus or minus certain adjustments from column 4.

Note 3. If the taxation year is shorter than 365 days, prorate the CCA claim.

Note 4. Ontario recapture should be included in net income after deducting the federal recapture and the Ontario terminal loss is deducted from net income after including the federal terminal loss.

Corporation's Legal Name Masaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2003/12/31
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- For use by a corporation that has eligible capital property.
- A separate cumulative eligible capital account must be kept for each business.

Part 1 - Calculation of current year deduction and carry-forward

Ontario Cumulative eligible capital - balance at beginning of taxation year (if negative, enter zero)				21,036	A
Add: Cost of eligible capital property acquired during the taxation year	+		B		
Amount transferred on amalgamation or wind-up of subsidiary	+		C		
Other adjustments	+		D		
Total of B + C + D	=		x 3/4=		E
Subtotal A + E	=			21,036	F

Deduct: Ontario proceeds of sales (less outlays and expenses not otherwise deductible) from the disposition of all eligible capital property during the taxation year	+		G		
The gross amount of a reduction in respect of a forgiven debt obligation as provided for in subsection 80(7) of the <i>Income Tax Act</i> (Canada)	+		H		
Other adjustments	+		I		
Total of G + H + I	=		x 3/4=		J
Ontario cumulative eligible capital balance F - J	=			21,036	K

If K is negative, enter zero at line M and proceed to Part 2

Current year deduction	21,036 K x 7%*	=	1,473	L
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*The maximum current year deduction is 7%. However, you can claim any amount up to the maximum.

Enter amount in box 651 of the CT23

Ontario cumulative eligible capital - closing balance K - L (if negative, enter zero)	=		19,563	M
--	---	--	--------	---

Note: Any amount up to the maximum deduction of 7% may be claimed. Taxation years starting after December 21, 2000, the deduction may not exceed the maximum amount prorated for the number of days in the taxation year divided by 365 or 366 days.

Part 2 - Amount to be included in income arising from disposition

Complete this part only if the amount at line K is negative

Amount from line K above show as a positive amount					N
Total of cumulative eligible capital deductions from income for taxation years beginning after June 30, 1988			1		
Total of all amounts which reduced cumulative eligible capital in the current or prior years under subsection 80 (7)			2		
Total of cumulative eligible capital deductions claimed for taxation years beginning before July 1, 1988		3			
Negative balances in the cumulative eligible capital account that were included in income for taxation years beginning before July 1, 1988		4			
Line 3 deduct line 4			5		
Total lines 1 + 2 + 5			6		
Line T from previous Ontario Schedule 10 for taxation years ending after February 27, 2000			7		
Deduct line 7 from line 6					O
N - O (cannot be negative)					P
Amount on line 5	x 1/2				Q
P - Q					R
Amount on line R	x 66.6667				S
Lesser of line N or line O					T
Amount to be included in income S + T					

Note: For taxation years ending after February 27, 2000 and before October 18, 2000 use 8/9 to calculate S

Details of Associated Ontario Corporations

Names of associated corporations (Canadian and foreign)	Permanent establishment in Canada?	Ontario Account Number	Taxation Year End
Wasaga Resource Services Inc.	Yes		2003/12/31
Wasaga Genco Inc.	Yes		2003/12/31
Geosands Inc.	Yes		2003/12/31

Names of associated corporations	Surtax on CCPCs	Corporate Minimum Tax		Capital Tax
	Taxable income	Total Assets	Total Revenue	Taxable Capital
Wasaga Resource Services Inc.	227,133	5,875,198	1,395,635	3,318,883
Wasaga Genco Inc.		100		
Geosands Inc.		2,745,596		
Totals	227,133	8,620,894	1,395,635	3,318,883



APPENDIX 27
Ontario

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Corporations Tax Branch
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Surtax on Canadian-Controlled Private Corporations

Corporation's Legal Name Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2003/12/31
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Name of Associated Corporation (Canadian and Foreign)	Corporations Tax Number	Taxation Year End	Taxable Income (if loss, enter nil)
Wasaga Resource Services Inc.		2003/12/31	227,133
Wasaga Genco Inc.		2003/12/31	
Geosands Inc.		2003/12/31	
Total			227,133

Transfer to 85 on the CT23

**Ontario****Ministry of Finance**Corporations Tax Branch
PO Box 620
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Oshawa, ON L1H 8E9**Taxable Capital of Associated Corporations**(Applicable to an associated group that
has a permanent establishment in Canada)**Schedule CT21**

Corporation's Legal Name Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2003/12/31
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This schedule must be completed in determining the aggregate taxable capital of an associated group and/or partnership that has a permanent establishment (PE) in Canada.

Name of Associated Corporation (Must have a PE in Canada)	Corporations Tax Account No. (MOF) (if applicable)	Taxation Year End	Taxable Capital
Wasaga Resource Services Inc.		2003/12/31	3,318,883
Wasaga Genco Inc.		2003/12/31	
Geosands Inc.		2003/12/31	
Aggregate of taxable capital			3,318,883

Transfer to 540 of the CT23



APPENDIX 27
Ontario

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Paid-Up Capital: Loans and Advances

Corporation's Legal Name Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2003/12/31
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Loans or Advances Credited or Advanced to Corporation

(includes accounts payable to related parties outstanding at the taxation year end for 120 days or more
and accounts payable to non-related parties outstanding for 365 days or more at the taxation year end)

TOWN OF WASAGA BEACH	3,593,269
Total	3,593,269

Transfer to 353 on the CT23



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Corporate Minimum Tax - Associated Corporation

Corporation's Legal Name Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2003/12/31
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Name of Associated Corporation (Canadian and Foreign)	Corporations Tax Number	Taxation Year End	Total Assets	Total Revenue
Wasaga Resource Services Inc.		2003/12/31	5,875,198	1,395,635
Wasaga Genco Inc.		2003/12/31	100	
Geosands Inc.		2003/12/31	2,745,596	
Totals			8,620,894	1,395,635

Transfer to **249**
of the CT23

Transfer to **250**
of the CT23

Instalment base

Instalment payment options

- ### Instalment payments

Page 1 of 1